

EXHIBIT 61



1 *IN THE UNITED STATES DISTRICT COURT*
2 *IN AND FOR THE DISTRICT OF DELAWARE*

3 NIPPON SHINYAKU CO., LTD.,)
4 Plaintiff,)
5 v.)
6 SAREPTA THERAPEUTICS, INC.,)
7 Defendant.) C.A. No.
8) 21-1015-GBW
9 SAREPTA THERAPEUTICS, INC.,)
10)
11 Defendant/Counter-Plaintiff,)
12 v.)
13)
14 NIPPON SHINYAKU CO., LTD. and)
15 NS PHARMA, INC.)
16)
17 Plaintiff and Counter-Defendants.

18 - - - -
19 Wilmington, Delaware
20 Wednesday, May 3, 2023
21 Markman Transcript

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23 BEFORE: HONORABLE GREGORY B. WILLIAMS
24 UNITED STATES DISTRICT COURT JUDGE

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Michele L. Rolfe, RPR, CRR

1 APPEARANCES:

2 MORGAN, LEWIS & BOCKUS LLP
 3 BY: AMY M. DUDASH, ESQ.
 4 AMANDA S. WILLIAMSON, ESQ.
 5 MICHAEL SIKERA, ESQ.
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10 MORRIS, NICHOLS, ARSHT & TUNNELL
 11 BY: JACK B. BLUMENFELD, ESQ.
 12 MEGAN E. DELLINGER, ESQ.

13 -and-

14 FINNEGAN, HENDERSON, FARABOW, GARRETT &
 15 DUNNER LLP
 16 BY: WILLIAM RAICH, ESQ.
 17 YOONJIN LEE, ESQ.

18 *Attorneys for Defendant and*
 19 *Counter-Plaintiff Sarepta*
 20 *Therapeutics, Inc.*

1 MR. RAICH: Thank you, Your Honor. We have
 2 printouts of our demonstratives, may we approach to deliver
 3 them?

4 THE COURT: Yes.

5 MR. RAICH: And, Your Honor, just by way of
 6 background, we've agreed to go term by term, so that's what
 7 we intend to do, unless you'd like something different.

8 THE COURT: No, term by term is typically how we
 9 do it.

10 MR. RAICH: Very good. Thank you. Bill Raich
 11 from Finnegan on behalf of defendant and counter-plaintiff
 12 Sarepta Therapeutics and The University of Western
 13 Australia.

14 So the Wilton patents disclose the pioneering
 15 work of Steve Wilton and colleagues at The University of
 16 Western Australia. It disclosed the first ever approved
 17 treatment for DMD and covered the first two FDA-approved
 18 treatments targeting exon 53. Sarepta's VYONDIS product,
 19 approved in 2019. And Nippon Shinyaku's VILTEPSO product
 20 approved the following year.

21 There are, as you know, three terms in dispute,
 22 shown with yellow, purple, and green highlighting on slide
 23 3. And Nippon Shinyaku has identified three subterms that
 24 it believes should be separately construed.

25 And the disputed phrases work in unison to

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2 P R O C E E D I N G S

3 (REPORTER'S NOTE: The following Markman was held in
 4 Courtroom 6B, beginning at 10:00 a.m.)

5 THE COURT: Good morning. You may be seated.
 6 All right. Let's start by having counsel put appearances on
 7 the record.

8 MS. DUDASH: Good morning, Your Honor. Amy
 9 Dudash from Morgan Lewis for plaintiff, Nippon Shinyaku.
 10 And with me here today is Amanda Williamson, Michael Sikera,
 11 Eric Kraeutler, Zachary Miller, Krista Venegas, as well as
 12 our client representative patent attorney from Nippon
 13 Shinyaku.

14 THE COURT: Good morning, all.

15 MS. DELLINGER: Good morning, Your Honor. Megan
 16 Dellinger of Morris Nichols of behalf of Sarepta and the
 17 University of Western Australia. And I'm joined this
 18 morning by my co-counsel from Finnegan Henderson, William
 19 Raich and Yoonjin Lee. And we also have with us this
 20 morning Mr. Mark Evans, who is in-house counsel at Sarepta.

21 THE COURT: All right. So we have a number of
 22 terms to construe today and we have two sets of briefs on
 23 the issues. We have -- we set aside three hours for this
 24 hearing. We'll start with the Wilton patents, so we'll
 25 start.

5

1 structurally describe the claimed antisense oligonucleotide,
 2 thus construing them in the context of the claimed invention
 3 as a whole just makes sense.

4 That's also consistent with the Federal
 5 Circuit's guiding principal, the context of the surrounding
 6 words of the claim must be considered.

7 Indeed, Nippon Shinyaku understood how to read
 8 these terms in context. As mentioned, they have a product
 9 on the market that, just like Sarepta's, is directed to a
 10 target region of exon 53 of the human dystrophin pre-mRNA,
 11 and has all Ts, or thymines, instead of Us, or uracils.

12 And what you will see, Your Honor, is that by
 13 extracting terming that describe the claimed antisense
 14 oligonucleotide from the surrounding claim language, Nippon
 15 Shinyaku's constructions either impermissibly broaden the
 16 claims, as in the term "a base sequence," or make no sense,
 17 as in the context "annealling site." And as the Federal
 18 Circuit said, that's why Nippon Shinyaku's approach leads
 19 their constructions astray.

20 Now, Nippon Shinyaku asserts that five separate
 21 terms are indefinite. But NS has a high burden; it needs to
 22 prove indefiniteness by clear and convincing evidence.

23 It's also premature to evaluate indefiniteness,
 24 Your Honor. As courts in this circuit routinely refrain
 25 from reaching indefiniteness at this early stage of the

1 earlier, if we just look at the claim language, this is
2 technical language so here's maybe an example. If you have
3 something that says, for example, a Christmas tree
4 comprising a trunk that is 100 percent wood, under their
5 construction they would allow that trunk, if something was
6 50 percent wood and 50 percent plastic, something that was
7 brought in a store, that would be okay, because part of it,
8 50 percent of it is 100 percent wood. That just doesn't
9 make sense in this context in this art.

10 The base sequence refers to the base sequence of
11 the oligonucleotide, that's how ever example was shown in
12 the prior art, that's how the examples are in table 1A of
13 the specification. That is consistent with how the term
14 "base sequence" is used in this art.

15 I also want to talk about the specification and
16 its warning. So as Sarepta's expert explained, under NS's
17 construction, the antisense oligonucleotide could only have
18 those 12 bases that I mentioned, which is -- if you have an
19 oligonucleotide that's 31 nucleotides in length, that's less
20 than 40 percent of the oligonucleotide that is
21 complementary.

22 But the specification warns against using
23 antisense oligonucleotides with insufficient complementarity
24 to avoid nonspecific binding of antisense compounds to
25 non-target secrets. So the specification guides that there

1 must be a sufficient degree of complementarity to avoid
2 non-specific binding.

3 Their construction allows for very low levels of
4 complementarity, but a skilled artisan is deemed to read the
5 claim term not only in the context of the particular claim
6 which the disputed term appears, but in the context of the
7 entire patent, including the specification.

8 Now, NS suggests that an embodiment called a
9 weasel supports its construction. This does not -- I just
10 used the word "weasel" in the context of the case, this is a
11 totally separate thing, so not to be confusing.

12 So the weasels are not encompassed by the
13 asserted claims, and that's just fine. Patents are allowed
14 to have alternative embodiments, some of which are
15 encompassed by constructions and some of which are not. And
16 we shouldn't contort the construction to try to reach
17 something that's clearly not intended to be covered by the
18 claims at issue.

19 So, first of all, the weasel is identified as
20 three separate oligonucleotides, and the specifications says
21 that you can join together multiple oligonucleotides to
22 create a weasel, whereas the claim is drawn to "an antisense
23 oligonucleotide." So that's the difference.

24 Separately, the weasel in the specification is
25 75 bases long, whereas the claim is drawn to something

1 that's 20 to 31 bases long.

2 The weasel targets intron sequence, whereas the
3 claims are directed to targeting exon 53. So you put all of
4 this together and the disclosure of the weasel is an
5 unclaimed embodiment that is not relevant to the
6 construction of these claims.

7 NS also looks to the prosecution history, and I
8 want to address this briefly. So this is from the
9 prosecution history of the Wilton patent. And the applicant
10 was describing an oligonucleotide called H53A AON1, which it
11 contended was a 18-mer oligonucleotide having a sequence
12 identical to three nucleotides of SEQ ID NO: 195. That's
13 all it says.

14 Now, NS contends that this defines the term
15 "base sequence" in the claims, but this is not -- the claim
16 term "base sequence," it just says a sequence. It's not
17 discussing the claim term "base sequence." And it doesn't
18 say that there are more than one base sequences in this
19 18-mer, it's simply saying that three nucleotides of the 18
20 are identical to another sequence.

21 So, further, if you look at the same response,
22 NS ignores that applicant depicted the prior art
23 oligonucleotide as having a single nucleotide sequence, a
24 single base sequence that was 18 bases long. And explained
25 that it had only three bases of SEQ ID NO: 195, not that it

1 has multiple bases in the same oligonucleotide.

2 So Sarepta's construction, should the judge
3 choose to construe this term, should be adopted. It is
4 supported by the claim language, including the 100 percent
5 complementarity limitation. It's supported by the
6 specification's embodiments and the expressed guidance, and
7 it follows the common use in the art.

8 THE COURT: Ms. Williamson, a few questions for
9 you to clarify some things.

10 So how does NS respond to Sarepta's position
11 that there is always a one-to-one correlation between an
12 antisense oligonucleotide and its base sequence?

13 MS. WILLIAMSON: So, Your Honor, we -- we just
14 don't believe that is the case. So, first, just to give a
15 little background, I will turn to slide 17 of our
16 presentation, so this is something that counsel made quite a
17 bit of argument about. The antisense oligonucleotide of 20
18 to 31 bases comprises a base sequence.

19 So we think that's very important because,
20 first, comprising is open-ended, and second, because -- as
21 Your Honor pointed out, because of the modification of the
22 "a base sequence." It also has additional requirements in
23 the claim, that base sequence comprises at least 12
24 consecutive bases of SEQ ID 195. We all agree to that.

25 So the minimum base sequence within the claim is

1 deprotecting agent. But, again, nothing in the claims or
2 the specifications suggest that such indirect reactions are
3 allowed, either under the plain claim language or the sole
4 embodiment disclosed in the specification.

5 NS's counsel argue that somehow it is wrong that
6 Sarepta's construction read out this method B. But
7 respectfully, there's nothing that the come -- that NS's
8 claim cannot cover method B under Sarepta's constructions.
9 The claim says what it says, and the claims as written
10 should be construed, as the Federal Circuit explained in the
11 *Chef America*.

12 And for those reasons, Sarepta's construction
13 should be adopted because it is based on the plain claim
14 language and is also consistent with the intrinsic evidence,
15 including the sole embodiment in the specification, and
16 that's how the skilled artisan would have understood, as
17 explained by Dr. Pentelute.

18 THE COURT: All right. I understand your
19 argument.

20 MR. MILLER: Just a few very quick points, Your
21 Honor. First, my opposing counsel mentioned the fact that
22 the claims have lettered steps and numbered compounds, and
23 argued that those letters and numbers imported a -- implied
24 a step order.

25 Your Honor, respectively, those letters and

1 specification, that's improper. And for those reasons, NS's
2 proposed construction should be adopted, Your Honor.

3 THE COURT: All right.

4 MR. MILLER: Thank you.

5 THE COURT: Thank you.

6 All right. The Court wants to thank counsel on
7 both sides for your presentations today. The Court will
8 take these matters under advisement and issue a *Markman*
9 ruling as soon as it can. We've been trying to get them out
10 within 60 days, so we will do our best in keep that up.

11 So with that, that's all I had on the agenda for
12 the day for these parties, so with that we are adjourned.

13 (Whereupon, the following proceeding concluded
14 at 1:13 p.m.)

15 I hereby certify the foregoing is a true
16 and accurate transcript from my stenographic notes in the
17 proceeding.

18 /s/ Michele L. Rolfe, RPR, CRR
19 U.S. District Court

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1 numbers are used for organizational purposes, so that in
2 later dependent steps, instead of reciting the entire step,
3 the dependent claim -- I'm sorry, in dependent claims,
4 instead of reciting an entire step from the independent
5 claim, the independent claim can simply identify step E as
6 the one being further modified, or other steps like that.

7 And the same reason those numbered compounds are
8 provided numbers, so you can use a shorthand instead of
9 repeating the structure of each numbered compound every
10 single time it's used, you can just recite to the earlier
11 numbered structure.

12 I'd also like to pull up slide 21 from my
13 opposing counsel's presentation. And I think this generally
14 shows the improper way that -- that Sarepta has construed
15 these claims. Sarepta is -- If you look at the claims
16 themselves, they say "reacting said Compound 3. And
17 reacting said Compound 4."

18 Instead of looking at that claim language,
19 Sarepta is importing the underlined limitations from the
20 specification, from an embodiment in the specification that
21 Compound 3 must be produced in step B or produced in step C
22 into the claims themselves.

23 And we already know that importing limitations
24 from the specification, from an embodiment in the
25 specification, even if it is the only embodiment in the